HOUSE FILE BY REICHERT Passed House, Date _____ Passed Senate, Date _____ Vote: Ayes ____ Nays ___ Nays ___ A BILL FOR 1 An Act relating to the annual adjustment of the personal needs 2 allowance for residents of certain facilities and providing an effective date and for retroactive applicability. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 5 TLSB 1874HH 82 6 pf/je/5PAG LIN Section 1. Section 249A.30A, Code 2007, is amended to read 1 2 as follows: 249A.30A MEDICAL ASSISTANCE == PERSONAL NEEDS ALLOWANCE == 4 COST OF LIVING ADJUSTMENT. 1. The personal needs allowance under the medical 1 6 assistance program, which may be retained by a resident of a 7 nursing facility, an intermediate care facility for persons 8 with mental retardation, or an intermediate care facility for 1 9 persons with mental illness, as defined in section 135C.1, or 10 a resident of a psychiatric medical institution for children 11 as defined in section 135H.1, shall be fifty dollars per 1 12 month. 2. Beginning July 1, 2007, the personal needs allowance for the residents specified in subsection 1 shall be 1 13 15 seventy=five dollars per month. 3. Beginning January 1, 2008, and each subsequent January 1 17 1, the personal needs allowance for the residents specified in 1 18 subsection 1 shall be increased in an amount which is based 1 19 upon the most recent cost of living adjustment announced by 20 the United States social security administration for the 21 purpose of determining social security benefits. Sec. 2. EFFECTIVE AND RETROACTIVE APPLICABILITY DATES. 1 23 This Act, being deemed of immediate importance, takes effect 1 24 upon enactment and the portion of this Act relating to 1 25 providing a personal needs allowance of fifty dollars to 1 26 residents of certain facilities is retroactively applicable to 27 July 1, 2006. 1 2.8 EXPLANATION 1 29 This bill provides that the personal needs allowance under 1 30 the medical assistance program, which may be retained by a 31 resident of a nursing facility, an intermediate care facility 1 32 for persons with mental retardation, or an intermediate care 1 33 facility for persons with mental illness, or a resident of a 34 psychiatric medical institution for children, is \$75 and is to 35 be increased annually on January 1, in an amount which is 1 based upon the most recent cost of living adjustment announced

2 by the federal social security administration for the purpose 3 of determining social security benefits.
4 The bill takes effect upon enactment and the provision in 5 the bill relating to providing a personal needs allowance of 6 \$50 to residents of certain facilities is retroactively

2 7 applicable to July 1, 2006.
2 8 LSB 1874HH 82
2 9 pf:rj/je/5